

**GOVERNMENT OF INDIA  
STEEL  
LOK SABHA**

UNSTARRED QUESTION NO:785  
ANSWERED ON:27.11.2006  
FEE FOR USE OF CAPTIVE MINES  
Acharia Shri Basudeb

**Will the Minister of STEEL be pleased to state:**

- (a) whether the ministry has advocated for levying fee for use of iron ore from captive mines;
- (b) if so, whether Hooda Committee on captive mines has also suggested levying charges on ad-valorem basis; and
- (c) if so, the details and action taken/proposed to be taken in this regard?

**Answer**

MINISTER OF STATE IN THE MINISTRY OF STEEL (DR. AKHILESH DAS)

(a) Yes, Sir.

(b) Yes, Sir. The High Level Committee, constituted to review the National Mineral Policy, 1993 under the chairmanship of Shri Anwarul Hoda, Member (Industry), Planning Commission has recommended that the method of fixation of rates of royalty should move forward decisively on the basis of ad valorem rates.

(c) As per the Mines & Minerals (Development and Regulation) Act, 1957 the Central Government shall enhance the rates of royalty in respect of any mineral once in a period of three years. Since the last revision of rates was done on 14.10.2004, the next revision of rates would be possible after 13.10.2007.